

RESOLUTION NO. 73315

A RESOLUTION OF THE COUNCIL OF THE CITY OF SAN JOSE AUTHORIZING THE DIRECTOR OF HOUSING TO NEGOTIATE AND EXECUTE AGREEMENTS FOR THE PURCHASE OF A 3.05-ACRE PARCEL LOCATED 125 LINEAR FEET EAST OF THE INTERSECTION OF FORD ROAD AND MONTEREY ROAD FROM THE STATE OF CALIFORNIA FOR \$7,000,000 PLUS CLOSING COSTS NOT TO EXCEED \$140,000.

WHEREAS, the Redevelopment Agency of the City of San Jose (the "Agency") has the obligation of providing assistance for low and moderate income housing (20% Housing Funds) using funds allocated under California Health and Safety Code Sections 33334.2 and 33487; and

WHEREAS, the Agency and the City entered into that certain Agreement dated September 28, 1990 in which the Agency delegated to the City authority to administer the 20% Housing Funds including the authority to make findings that use 20% Housing Funds in connection with certain housing projects outside a redevelopment area are of benefit to the Agency's project areas; and

WHEREAS, the City, on behalf of the Agency, has a program to administer and distribute 20% Housing Funds; and

WHEREAS, in order to attract capital investment, eliminate blight and achieve other redevelopment objectives there is a need to encourage and assist housing of all income levels throughout the City; and

WHEREAS, the provision of low and moderate income housing throughout the City near jobs will serve to facilitate employment opportunities for all citizens of the City, revitalize neighborhoods that are near or adjacent to redevelopment areas and generally assist efforts in redevelopment areas; and

WHEREAS, the parcel of land owned by the State of California Department of Transportation is ideal for development of affordable housing and will be acquired with 20% Tax Increment Funds with 55-year affordability restrictions recorded at the time of acquisition and staff recommends the acquisition of this site, all as more specifically set forth in the Director of Housing Report dated June 6, 2006.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF SAN JOSE THAT:

1. The Director of Housing is authorized to negotiate and execute agreements for the purchase of a 3.05-acre parcel located 235 linear feet east of the intersection of Ford Road and Monterey Road from the State of California for \$7,000,000 plus closing costs not to exceed \$140,000, as more specifically set forth in the Report of the Director of Housing dated June 6, 2006.

ADOPTED this 27th day of June, 2006, by the following vote:

AYES: CAMPOS, CHAVEZ, CHIRCO, CORTESE, LeZOTTE,
NGUYEN, PYLE, REED, WILLIAMS, YEAGER;
GONZALES

NOES: NONE

ABSENT: NONE

DISQUALIFIED: NONE

VACANT: NONE



RON GONZALES
Mayor

ATTEST:



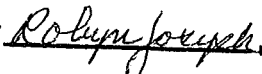
LEE PRICE, MMC
City Clerk

The foregoing instrument is
a correct copy of the original
on file in this office.

Attest:

LEE PRICE
City Clerk

City Clerk of the City of San José
County of Santa Clara, State of California

By  Deputy